

AN ORDINANCE

BY TRANSPORTATION COMMITTEE

02- 0-0398

AN ORDINANCE AUTHORIZING THE PURCHASE OF THE LEASEHOLD INTEREST OF THE UNITED STATES POSTAL SERVICE IN THE LEASE AGREEMENT WITH THE CITY OF ATLANTA FOR AN AIR MAIL FACILITY (CURRENTLY DESIGNATED AS THE AIRPORT MAIL CENTER ANNEX) IN THE CENTRAL TERMINAL SUPPORT AREA AT HARTSFIELD ATLANTA INTERNATIONAL AIRPORT, DATED OCTOBER 26, 1979, AS AMENDED, IN SUPPORT OF THE CONCOURSE E EXPANSION AND LANDSIDE ACCESS (CEELA) PROJECT, FOR A COST TO THE CITY NOT TO EXCEED \$5,750,000.00, TO BE CHARGED TO AND PAID FROM FUND ACCOUNT CENTER NO. 2H26 571001 R21E052096AA.

WHEREAS, the City of Atlanta, as owner and operator of Hartsfield Atlanta International Airport ("Airport"), has undertaken a major airport expansion project involving the construction of a new Eastside Terminal building, associated roadway access and automobile parking facilities on the east end of Concourse E, termed the Concourse E Expansion and Landside Access (or "CEELA") project, as part of the Airport Master Plan development with approval by a Majority-In-Interest vote of the Airlines serving the Airport; and

WHEREAS, the City of Atlanta did heretofore under date of October 26, 1979, enter into a Lease Agreement with the United States Postal Service ("USPS") for approximately 4.6082 acres of land at the Airport, which as amended provides for construction and operation by the USPS of an Air Mail Facility (currently designated as the Airport Mail Center Annex) at the Airport, for a term of thirty (30) years ending August 31, 2010 (the "Lease Agreement"); and

WHEREAS, it is necessary to purchase the Leasehold Interest of the USPS in said Lease Agreement so that the City can utilize the property upon which the Airport Mail Center Annex is located, in connection with the CEELA project; and

WHEREAS, after extensive negotiations between the USPS and the City, and based upon a fair market valuation of the USPS Land Leasehold, an analysis and valuation of estimated relocation costs to be incurred by the USPS in moving to an off-Airport facility and a determination of undepreciated USPS improvement costs, a tentative agreement has been reached on a purchase price that is acceptable to the Aviation General Manager, the USPS and the Airlines, as hereinafter set forth.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA, that the Mayor be and hereby is authorized to purchase the Leasehold Interest of the USPS in the said Lease Agreement for a cost to the City not to exceed \$5,750,000.00 (the "Purchase Price").

BE IT FURTHER ORDAINED that the Mayor or her designee be and hereby is authorized to execute an appropriate agreement with the USPS, or other instrument, as required to consummate this transaction on behalf of the City.

BE IT FURTHER ORDAINED that the City Attorney be and hereby is directed to prepare said agreement or other instrument for execution by the Mayor, to be approved as to form by the City Attorney.

BE IT STILL FURTHER ORDAINED that the Purchase of this Leasehold Interest shall not become binding upon the City of Atlanta, and the City of Atlanta shall incur no obligation nor liability thereunder until the same has been signed by the Mayor and delivered to the USPS.

BE IT FINALLY ORDAINED that the cost to the City under said Agreement shall be charged to and paid from Fund Account Center No. 2H26 571001 R21E052096AA.

A true copy,

Municipal Clerk, CMC

ADOPTED by the Council APPROVED by the Mayor

APR 01, 2002 APR 05, 2002

Atlanta City Council

Regular Session

02-0-0398 Lease Agreement for Air Mail Facility at Airport; not to exceed \$5,750,000.00 ADOPT

YEAS: 14
NAYS: 0
ABSTENTIONS: 0
NOT VOTING: 1
EXCUSED: 0
ABSENT 1

| Y | Smith | Y | Archibong | Y | Moore | NV | Mitchell |
|---|---------|---|-----------|---|---------|----|----------|
| Y | Starnes | Y | Fauver | Y | Martin | | Norwood |
| Y | Young | Y | Shook | Y | Maddox | | Willis |
| Y | Winslow | Y | Muller | Y | Boazman | В | Woolard |

□3rd ZRC Vote EINAL COUNCIL ACTION MAYOR'S ACTION APR 0 1 2002 CERTIFIED APR 0 5 2002 □1st & 2nd □V Vote MAYOR □Consent Fav, Adv, Hold (see rev. side) Fav, Adv, Hold (see rev. side) Committee Committee Members Members Refer To Refer To Other: Action: Other: Action: Chair Chair Date Date teading Fav, Adv, Hold (see rev. side) Fav, Adv, Hold (see rev. side) or wind W/NO Berown Committee Members Refer To Refer To Other: Members MONSTACK Action: Action: Chair Date Date/ Committee Referred to Chair AN ORDINANCE AUTHORIZING THE PURCHASE OF THE LEASEHOLD INTEREST OF THE UNITED MENT WITH THE CITY OF ATLANTA FOR AN AIR MAIL FACILITY (CURRENTLY DESIGNATED AS THE AIRPORT MAIL CENTER ANNEX; IN THE SUPPORT OF THE CONCOURSE E EXPANSION AND LANDSIDE ACCESS (CEELA) PROJECT, FOR A COST TO THE CITY NOT TO EXCEED \$5,750,000.00, TO BE CHARGED TO AND PAID FROM FUND ACCOUNT CENTER NO. 2H26 FIELD ATLANTA INTERNATIONAL AIRPORT, DATED OCTOBER 26, 1979, AS AMENDED, IN STATES POSTAL SERVICE IN THE LEASE AGREE-CENTRAL TERMINAL SUPPORT AREA AT HARTS-ADOPTED BY COUNCIL APR 0 1 2002 Referred To: Iransportation **02-**○ -**0398** 1st ADOPT 2nd READ & REFER (Do Not Write Above This Line) AN ORDINANCE BY TRANSPORTATION COMMITTEE REGULAR REPORT REFER PERSONAL PAPER REFER 3/18/102 ADVERTISE & REFER CONSENT REFER 571001 R21E052096AA. Date Referred Date Referred Date Referred Referred To: Referred To: 0000